

~~COMMUNITY DEVELOPMENT~~
RURAL Development Agreement

3

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PROJECT AGREEMENT¹⁷
FOR³
Rural COMMUNITY DEVELOPMENT PROJECTS³⁶
BETWEEN¹
THE GOVERNMENT OF THE UNITED STATES OF AMERICA⁴⁶
AND³
THE KINGDOM OF SAUDI ARABIA²⁷

The Government of the United States of America and the Government of Saudi Arabia have agreed as follows:

ARTICLE I

Pursuant to the General Agreement for Technical Cooperation signed on behalf of the two Governments at Jidda on January 17, 1951, and at the request of the Government of Saudi Arabia, Rural Community Development Projects shall be initiated in Saudi Arabia, subject to the terms and conditions of the said General Agreement and to the terms and conditions of the Program Agreements for Natural Resources, Agriculture, Health, Education and Transportation and Communication.

The obligations assumed herein by the the Government of Saudi Arabia will be performed by it through the Ministry of Finance of Saudi Arabia, represented by the Minister of Finance (hereinafter referred to as the "Minister"). The obligations assumed herein by the Government of the United States of America will be performed by it through the Technical Cooperation Administration of the Department of State, an Agency of the Government of the United States of America, represented in Saudi Arabia by the United States Director of Technical Cooperation (hereinafter referred to as the "Director"). Any right, privilege, power, or duty conferred by this Agreement upon either the Minister or the Director may be delegated by either of them to any of his respective assistants, provided that each such delegation

be acceptable to the other. Such delegation shall not limit the right of the Minister and the Director to refer any matter directly to one another for discussion and decision.

ARTICLE II

The purpose of this Agreement is to stimulate and increase the interchange of technical knowledge and skill between the two countries and to facilitate the economic development of Saudi Arabia by community development projects in the areas designated Wadi Itwad and Wadi Khulais. These areas can include other wadis and are not literal definitions of boundaries.

The objectives of these development projects, carried on by the cooperative action of the two Governments, are:

1. To facilitate the development of land and water resources in such selected areas by the location of adequate water supplies and the drilling of water wells, construction of irrigation works, the testing and improvement of soils and the bringing of new land into cultivation.
2. To increase the efficiency of agricultural production in such selected areas by crop and livestock improvement, insect and disease control, better processing and marketing and improved farming methods.
3. To improve health conditions, transportation facilities and local educational opportunities in such selected areas by establishment of clinics and prevention of diseases; by improvement of highways; by vocational training.

The projects will be planned and undertaken under the supervision of the Director, with the concurrence of the Minister.

ARTICLE III

The two Governments shall make the following contributions to these projects:

- A. The Government of the United States of America will pay the salaries, cost of travel to Saudi Arabia and return, transportation of personal effects of the United States personnel assigned to these projects and furnish the necessary vehicles for surface transportation for their personnel within Saudi Arabia. The Government of the United States of America will also provide housing *for US Personnel* which shall be limited to one establishment per technician either at the site of a community development project or at Jidda.
- B. In addition, the Government of the United States of America will make available \$500,000 for these community development projects. This sum shall be used to provide the United States of America's share of cost of supplies, equipment, facilities and services and other financial contributions as are mutually determined to be necessary to further the work of the projects.
- C. The Government of Saudi Arabia will make available \$500,000 *or its equivalent in kind* for these community development projects. This sum [^]shall be used to provide the Saudi Arabian Government's share of the cost of local personnel, supplies, equipment, facilities and services and other financial contributions as are mutually determined to be necessary to further the work of the projects.

ARTICLE IV

All funds made available to the projects pursuant to Article III, Paragraphs B and C, of this Agreement shall continue to be available for the Community Development Projects during the existence of this Agreement. At the termination of this Community Development Project Agreement, any such materials, equipment and supplies which remain shall be disposed of pursuant to arrangements agreed upon between the Director and the Minister.

ARTICLE V

The Saudi Arabian Government and the Technical Cooperation Administration will exchange certified accounts relating to the operation of these projects at intervals to be agreed upon.

ARTICLE VI

That portion of the funds made available by each Government for financing these projects and remaining unexpended or unobligated for specific purposes at the termination of this Agreement shall revert to the Government by which such funds were made available, unless otherwise provided by subsequent agreement.

ARTICLE VII

This Agreement for ^{Rural} Community Development Projects shall be effective on the date of signing and shall remain in force for a period of three years or until one month after either Government shall have given notice in writing to the other of intention to terminate it, whichever is earlier.

This understanding is prepared in duplicate and signed at the Ministry of _____ on _____.

Raymond A. Hare
American Ambassador
Samuel S. Stratton

~~Minister of Finance~~
Shaikh Abdullah Sulleiman
Finance Minister

File *extra*
A

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- B. In addition, the Government of the United States of America will make available \$500,000 for these community development projects. This sum shall be used to provide the United States of America's share of the cost of supplies, equipment, facilities and services and other financial contributions as are mutually determined to be necessary to further the work of the projects.

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This understanding is prepared in duplicate and signed at the Ministry of Finance on 28. Rabi Awal, 1372 (15. December, 1952)

/s/ Raymond A. Hare
American Ambassador to
The Kingdom of Saudi Arabia

/s/ Shaikh Abdullah Sulleiman
Minister of Finance
Kingdom of Saudi Arabia

/s/ Samuel S. Stratton
U. S. Director of Technical
Cooperation in Saudi Arabia

In Tel 129

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livestock
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and disease control and improved farming methods.

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Fulbright*

A. The Government of the United States of America will

pay the salaries, cost of travel to Saudi Arabia and

return, ~~and~~ transportation of personal effects of

United States personnel assigned to these projects, *and furnish*

the necessary vehicles for surface transportation for this personnel.

B. In addition, the Government of the United States of

America will make available \$500,000 for the ^{se}community

development projects. This sum shall be used to provide

the United States of America's share of cost of supplies,

equipment, facilities and services and other financial

contributions as are mutually determined to be necessary

to further the work of the projects.

C. The Government of Saudi Arabia will make available \$500,000

for the ^{se}community development projects. This sum shall be

used to provide the Saudi Arabian Government's share of the

cost of local personnel, supplies, equipment, facilities and

services and other financial contributions as are mutually

determined to be necessary to further the work of the projects.

*"The Govt of USA shall provide housing
and other facilities for personnel and
at the site of a community development project
on a full scale."*

ARTICLE IV

All funds made available to the project pursuant to
Article III, ^{BC}~~Section 1~~, of this Agreement shall continue to
be available for the Community Development Projects during the
existence of this Agreement. At the termination of this Community
Development Project, ^{Agreement} any such materials, equipment and supplies
which remain shall be disposed of pursuant to arrangements agreed
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The Saudi Arabian Government and the Technical Cooperation
Administration will exchange certified accounts relating to the
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That portion of the funds made available by each Government
for ^{financing} ~~the purpose of~~ the ~~cooperative~~ project ^(Add) remaining unexpended
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be effective on the date of signing and shall remain in force

for a period of three years or until ^{me} ~~three~~ months after either

Government shall have given notice in writing to the other of

intention to terminate it, whichever is earlier.

Done in duplicate, in the English and Arabic languages,

at _____ this _____ day of _____, 1952.

Suggested Items for Consideration when initiating an Agricultural Improvement Program in a Rural Community of Saudi Arabia

-- W. J. Edens

A. General Procedure

1. Contact Amir and explain the general program of approach. Be slow and deliberate in this presentation. Be sure he understands, and be sure you get his consent. Ask him to explain to his people what you and your counterpart are there for -- to help them improve their farming.
2. Spend several days visiting farms to make general notes on crops, livestock, farm practices, irrigation systems and methods, living conditions, and anything else you observe that would need consideration in a program of community helpfulness and development. Things observed and noted these first days will provide information basic to a program. Make friends with farmers at every opportunity. Be sure you learn what improvements they are most interested in. It is advisable never to appear to be in a big hurry.
3. After a general study of the community, begin consideration of action that should be taken. How can crop production be improved? How can livestock be improved? How can farm practices be improved? Keep in mind the farmers are going to be most interested in the major farm enterprises irrespective of the needs of minor enterprise improvements.

B. Items to consider in a Crop Improvement Program

1. Determine the crop, or crops, to be given first attention. Consider carefully farmers' opinions and interests.
2. What can be done to improve present production standards -- yields?

Land preparation	Fertilization
Soil testing	Spraying
Seed selection	Harvesting
Cultivation practices	Storage, etc.
3. When should operations pertaining to (B) be started or accomplished?
4. Construct an operations time-table for each crop throughout the year. Indicate the month, or part of month, when operation is expected to take place. (This is necessary until you become thoroughly familiar with all farm activities on a seasonal basis.)

5. Determine the equipment and materials - seed, fertilizer, inoculation, etc. - that will be required. Do this on a seasonal basis.
6. What crop, or crops, should be tried first on the experimental plot? What trials should be made on individual farms?
7. What is the feed relationship between crops and livestock?
8. What is the present supply of soil moisture? Water table? Can the present water supply be increased and improved? How? Will it pay? Should the water supply be decreased? Why? How?
9. Is the present irrigation system adequate?
10. Does the irrigation system need revision or improvement? Why? How? When? Feasibility?
11. What insect pests and diseases cause loss? Under present circumstances, what are the best methods of eradication or control? Are insecticides, fungicides and equipment available?

(Begin a daily calendar of farm activities to serve as a guide for planning the following year.)

C. Items to consider in a Sheep Improvement Program

1. What breeds are grown?
2. Which breed produces the most meat, wool?
3. Which breed, or breeds, have the best grazing qualities?
4. On what basis do farmers, or herdsmen, select rams and ewes for breeding purposes?
5. Consider importing breeding stock from other countries?
6. Is there a best season for lambing?
7. What troubles do ewes have in lambing?
8. What per cent of born lambs die?
9. What young lamb troubles are prevalent?
10. How are ewes treated during and after lambing?
11. What per cent of ewes are lost by death?
12. What diseases are prevalent? Treatment? Internal parasites?

13. What are the common grazing practices? Winter - summer - overgrazing?
14. How can grazing be improved?
15. What are the feeding practices? What changes should be made?
16. What feeds are available to sheep?
17. What should be done to improve the wool crop?
18. How are sheep used? Marketed?
19. What can be done to improve the marketing of sheep and lambs?

D. Farm Irrigation

1. What are the sources of water - springs, dug wells, drilled wells, reservoirs, wadi sails, rain?
2. Quality of water used for irrigation.
3. What volume of water is available for crop and pasture production? Adequate? Inadequate? Do all farms on the wadi receive water? Is more water available than is needed?
4. When is water available for irrigation? As needed? Depends on wadi sails? Rainfall? Do sails occur every year? How often during the year? What is the seasonal distribution of rainfall?
5. What type of dams used to divert water on to the land? Does it need improving? How?
6. Are diversion ditches adequate? Properly located? Do they need improvement?
7. What is the present field and dyke situation? Basin irrigation? Row irrigation? Would leveling of larger fields be advisable? Would water be adequate?
8. What is the wind hazard?
9. Is water spreading in the area possible? Feasible? What could water spreading be used for best -- crops, pastures, trees?
10. Does any of the land need drainage? Why? (Water logged, over-irrigated, leaching of salts, etc.)

11. Does the community need additional drained land? How would the land be used? Would costs be reasonable?

NOTE: 1. Similar questions should be raised and problems discovered concerning other farm enterprises, as well as problems of land tenure, credit facilities, disposal of surplus products, the training of agricultural extension workers and providing vocational training for children and young adults. Work on these latter problems in most communities should follow initial efforts to improve production standards. It is necessary that farmers and other local leaders come to have faith in the work you are doing before attempting to get some of their problems solved where customs play a larger role.

E. Other Considerations

To carry forward a successful agricultural improvement program in the various areas and communities, it is necessary that much attention be given by the Department of Agriculture to strong programs of agricultural research and extension service. Plant research should be established in a modest way by providing test plots and fields in important localities where Extension Service will be started. This research will be conducted by specialists in their respective fields in cooperation with Extension Service workers (agricultural advisors) who have been stationed in the various areas of the country.

A livestock research program should be established to parallel plant research. The primary objective of this research would be to improve the quality of livestock and poultry native to Saudi Arabia, and to determine whether there is need to introduce additional breeds so that more appropriate breeding stock can be made available to producers. Livestock research should be centered at some favorable location suitable to the entire country. The plant research should start on an important locality basis. Some one locality should finally be selected as the parent experiment station. It may be feasible for both livestock and plant research to be established at the same location.

To carry forward a research program in agriculture, it will be necessary to have a Director of Research or of Experiment Stations. This would be a major position in the Department of Agriculture, and will require a person well trained, and with much experience in agricultural research.

The results of research are of little value unless they are used by farmers and herdsmen. Consequently, a strong Agricultural Extension Service is very essential to carry, or teach, the valuable findings of research to the farmers. It is essential that a vigorous program for training Agricultural Extension agents (advisors) be established. As in the case of agricultural research, Agricultural Extension Service would constitute a major place

in the Department of Agriculture. This would call for a man well trained and with much experience in agriculture to serve as Director. An important part of his work would be to see that men interested in agriculture are trained to serve as Extension Agents in the many rural communities of Saudi Arabia.

Research and Extension Service would constitute the two major divisions of the Department of Agriculture. However, within each of these divisions it would be important to have departments of field crops, livestock, horticulture, soils irrigation, agricultural machinery, land use, and agricultural credit and marketing.

WJEdens:o

Jidda, Saudi Arabia

MEMORANDUM

November 20, 1952

TO: Sadek Bey Hussein
Director, Liaison Office
for Technical Assistance

FROM: Edward Betzig
Acting U.S. Director of Technical
Cooperation in Saudi Arabia

RE: Rural Community Development Projects Agreement

We enclose two copies of the Rural Community Development Projects Agreement.

We shall appreciate your usual kind consideration in expediting the translation and submission of this Agreement to the proper Government officials.

TELEGRAM

Foreign Service of the
United States of America

OUTGOING

File 1

2-

Chron III

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CHARGE:

Classification

Control: PRIY TOTE 62

DATE: August 4, 1953

TO: TCA/W

NOSEC.

Reply requested soonest re our Wiron 51.

Dunaway

EBetzig:c

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Classification

TELEGRAM

Foreign Service of the
United States of America

OUTGOING

CONFIDENTIAL

CHARGE:

Classification

Control: PRITY TOTEC 61 Chron

- File 1
2

DATE: August 4, 1953

TO: TCA/W

Reurtel Wiron 49 request answer soonest.

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CONFIDENTIAL

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CONFIDENTIAL

May 27, 1953
Control: 658
Recd: May 28, 1953

FROM: SECSTATE

NOSEC

TOTEC

YOUR 853.

PRIMARY CONSIDERATION DEPARTMENT IS THAT ASIR DEVELOPMENT PROJECT BE EXPEDITED SO ASIR MAY CONTRIBUTE GENERAL ECONOMIC DEVELOPMENT SAUDI ARABIA.

IF AGREEABLE EMBASSY AND TCA/SA, SUGGEST FOLLOWING APPROACH ASIR PROJECT BE DISCUSSED SAG. REGULAR SAUDI COUNTRY PROGRAM WILL NOT ENABLE PROCUREMENT MORE THAN 5 US TECHNICIANS ACCORDANCE ARTICLE 3A ASIR AGREEMENT FOR EMPLOYMENT COUNTRY DIRECTOR'S STAFF AND ASSIGNMENT ASIR PROJECT. SAG MAY BE INFORMED 3B CONTRIBUTION CAN UTILIZED SOLELY FOR SUPPLIES AND EQUIPMENT, BUT DEPARTMENT FEELS PROJECT WILL BE ACCELERATED IF \$200,000 OF 3B CONTRIBUTION WERE TO BE USED PROCURE CONTRACT EMPLOYEES TO SUPPLEMENT US TECHNICIANS AND SAG EMPLOYED PERSONNEL ASSIGNED THIS PROJECT.

IF THIS APPROACH UNACCEPTABLE EMBASSY TCA/SA OR SAG, INFORM DEPARTMENT YOUR PLANS FOR IMPLEMENTING THIS PROJECT.

SMITH

Distribution:

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AIR FORCE

, TOTEN

June 6, 1953

Amman, JORDA. TOT NO No. 30

Airgram 1173 dated May 9, 1953

Point 4: PROJECTS: Agreement on the Community Development Project

Referring to the substance of the above named airgram, the Embassy is of the opinion that it would be inadvisable to request SAC to revise the Agreement on the Community Development Project in order to set up a cooperative service.

1. The form of agreement was carefully considered at the time the agreement was drawn up and all concerned in the negotiations were of the opinion that neither the cooperative service nor joint fund method of procedure were appropriate under conditions prevailing in Saudi Arabia. The form of agreement conforms to telegraphic instructions from TCA/W. Without rehearsing the arguments pro and con, there has been no change in the situation to justify the conclusion that the cooperative service form of organization is better than the form of agreement now in force.
2. Aside from considerations in 1 above, the Embassy is of the opinion that no suggestions for changes in agreements requiring long drawn out negotiations should be made except those easily understood and not likely to be construed as a reflection upon SAC's good faith or willingness to carry out its agreements. It should be noted that some explanations and negotiations will be required in connection with financing this project as per your telegram 658, and no doubt in other TCA programs due to the drastic reductions in funds for FY-54 from the total allotment on which programs were planned.

JAD:mmy

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AIRGRAM

DEPARTMENT OF STATE

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*Rural Com
Dev. Project*

AMEMBASSY, JIDDA

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1173

A-79, May 9, 1953

TCA/S should determine whether SAG receptive to establishment cooperative service to administer Rural Community Development Project. Proposal may be presented SAG as means providing greater administrative flexibility, more cooperative program and demonstration to SAG benefits of joint operation.

If SAG agreeable establishment cooperative service, negotiate and sign following amendments Rural Community Development Project Agreement:

(1) New Art. III: QUOTE There is hereby established within the Ministry of Finance an agency to be known as the Saudi-Arabian-American Rural Community Development Cooperative Service (hereinafter referred to as the "Service"). The Service shall be responsible for administering this cooperative project in accordance with the provisions of this Agreement. The Minister, or his designee, and the Director, or his designee, shall serve as Co-Directors of the Service. The monies of the Service which shall be contributed by the two Governments pursuant to Article IV below may be maintained in such bank or banks as the Co-Directors shall select, and shall be available only for the purposes of this Agreement. UNQUOTE

(2) Last sentence Article II should be deleted and present Articles III and IV should be renumbered IV and V. First line of new Article IV should be amended to read: QUOTE The two Governments shall make the following contributions to the Service to be used for the purposes of this Agreement UNQUOTE. Reference to Article III in present Article IV, new Article V, should be changed to refer to Article IV to conform to new numbering.

(3) New Article VI: QUOTE 1. The cooperative projects of rural community development herein provided for shall be jointly planned and administered by the Co-Directors of the Service. Each project shall be embodied in a written project agreement which shall be signed by the Co-Directors, shall define the work to be done, shall make allocations of funds therefor from monies available to the Service, and may contain such other matters as the parties may desire to include.

2. Upon substantial

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Jidda, May 9, 1953

A-79

-2-

2. Upon substantial completion of any project, a Completion Memorandum shall be drawn up and signed by the Co-Directors, which shall provide a record of the work done, the objectives sought to be achieved, the expenditures made, the problems encountered and solved and related basic data.

3. The general policies and administrative procedures that are to govern the Rural Community Development Projects, the carrying out of projects, and the operations of the Service, such as the disbursement of and accounting for funds, the incurrence of obligations of the Service, the purchase, use, inventory, control and disposition of property, the appointment and discharge of officers and other personnel of the Service and the terms and conditions of their employment, and all other administrative matters, shall be determined jointly by the Co-Directors.

4. All contracts and other instruments and documents relating to the execution of projects under this Agreement shall be executed in the name of the Service and shall be signed by the two Co-Directors. The books and records of the Service relating to the cooperative projects shall be open at all times for examination by authorized representatives of the Government of Saudi Arabia and the Government of the United States of America. The Co-Directors of the Service shall render an annual report of their activities to the two Governments, and other reports at such intervals as may be appropriate.

5. Any power conferred by this Agreement upon the Co-Directors may be delegated by either of them to his respective assistants, provided that each such delegation be satisfactory to the other. Such delegation shall not limit the right of the Co-Directors to refer any matter directly to one another for discussion and decision. UNQUOTE.

(4) Delete present Article V.

(5) New Article VII: QUOTE 1. All contract employees who are citizens of the United States of America under contracts entered into by the Service to assist in carrying out this cooperative project shall receive the same rights, privileges and exemptions as accorded employees of the Government of the United States of America under the terms of the

General

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Jidda, A-79, May 9, 1953

-3-

General Agreement for Technical Cooperation referred to in Article I herein. At suitable intervals the Ambassador of the United States of America to Saudi Arabia shall furnish to the Minister of Foreign Affairs of Saudi Arabia the names of the personnel to whom the provisions of this paragraph are applicable.

2. Supplies, equipment and materials purchased by the Service or contributed to the Service by the Government of the United States of America, either directly or by contract with public or private organization, shall be admitted into Saudi Arabia free of any customs, import and other duties or charges. UNQUOTE.

(6) New Article VIII. QUOTE The two Governments will establish procedures whereby the Government of Saudi Arabia will so deposit, segregate, or assure title to all funds allocated to or derived from any program involving the use of contributions by the Government of the United States of America that such funds shall not be subject to garnishment, attachment, seizure, or other legal process by any firm, agency, corporation, organization, or government when the Government of Saudi Arabia is advised by the Government of the United States of America that such legal process would interfere with the attainment of the objectives of the projects. UNQUOTE.

(7) Present Articles VI and VII shall become new Articles IX and X.

If SAG agreeable in principle to proposal for establishment of joint administrative agency but suggests alterations in the amendments proposed above, TCA/SA must submit such alterations for approval of the Department prior to signature.

The amending agreement should be signed by the same officials who signed the original and it should contain a provision that it will enter into force on the date it is signed.

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December 14, 1952.

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TOTEC from Fryer.

1. F.Y.I. In riyadh on December 13 Minister Finance SAG gave all assurances Stratton and Fryer Asir agreement for rural improvement and development will be signed upon presentation him Arabic version now undergoing translation in office Fin Min and urged speedy activation.

2. Finance Minister also gave considerable encouragement to hope of Saudi's participation in regional flare-gas fertilizer project. (Fryer's discussion with Andrews) and recommended TCA initiative to bring into being.

HARE

ERFryer/1 12/14/52
SSStratton

MEMORANDUM

December 4, 1952

TO: Sadek Bey Hussein
Director, Liaison Office
for Technical Assistance

FROM: Edward Betzig
Acting Program Officer
Technical Cooperation Administration

RE: Copies of English Text of Agreements

We are attaching, for your files, two copies of the English Text of each of the following Agreements:

1. Cooperative Railway survey Project
2. Cooperative Aerial Survey Project
3. Cooperative Program Agreement in Natural Resources
4. Cooperative Program Agreement in Transportation and Communication
5. Cooperative Program Agreement in Agriculture
6. Cooperative Program Agreement in Public Health and Disease Control.
7. Cooperative Program Agreement in Education
8. Cooperative Rural Community Development Projects.

ON receipt of ~~xxx~~ UR 367 we immediately sent you DEPTTEL 321. The new title for these development projects is good. It is more descriptive term. We concur heartily in its adoption and use.

WEEKLY Letter #25
11/21/52

SECSTATE

November 13, 1952

CONFIDENTIAL

367

TOTEC

Re Deptal 296. Change suggested being made. SAC now wants title to read Rural Community Development Projects etc. This seems a correctly descriptive term. Are accordingly making revision to this effect. Acting on assumption that draft text with above revisions is acceptable. Plan to have revised text translated and submitted to SAC. Please confirm.

HARE

TCA:EBetzig:pm

SECSTATE

November 1, 1952

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TOTEC

Summary of proposed Project Agreement for Community Development Projects follows:

Article one similar Article one Railroad Survey Agreement except reference to Notes deleted and all Program Agreements except Public Administration are cited.

Article two states broad objectives of Agreement and proposals in general terms for carrying out objectives. Also designates Wadi Itwad and Wadi Khulais as areas for the community projects. These areas can include other wadis and are not literal definitions of boundaries.

Article three-A same as Article three-A in revised Program Agreements with exception that cost of housing "shall be limited to one establishment per technician either at site of community development project or at Jidda.

Article three-B - verbatim follows: "In addition, the Government of the United States of America will make available \$500,000 for the community development projects. This sum shall be used to provide the United States of America's share of cost of supplies, equipment, facilities and services and other financial contributions as are mutually determined to be necessary to further the work of the projects."

Article three-C reads for SAG contribution same as three-B above except that "local personnel" is added to sentence "this sum shall be used etc."

Article four states all funds made available under Article 3-B-C shall continue be available for duration of agreement. Equipment, etc., remaining to be disposed of by arrangements to be mutually agreed upon.

Article five provides for exchange of certified accounts at intervals to be agreed upon.

Article six provides sums unobligated at termination of agreement shall revert to Government which provided unobligated funds.

Article seven same as Article Five paragraph two of Revised Program Agreements.

PAGE 2.

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(TOTECH CONTINUED FROM PAGE ONE)

Urge Agreement as outlined by accepted since not possible
now spell out details as to SAG total contribution since it will be in
part services, equipment, etc.

SSStratton/dg 11/1/52

HARE

Rural Community

RURAL COMMUNITY DEVELOPMENT PROJECT AGREEMENT.

two copies given to Liaison Office on November 20, 1952.

with covering memo. addressed to Mr. Hussein requesting translation and submission to proper Government Officials.

On November 25, Mr. Hussein asked verbally for the two Original English copies for signature. They were handed to him.

On December 4, two copies of English text were sent to Liaison Office together with two copies of all other signed and unsigned agreements for their files. with covering memo.

1 copy of Arabic text was given us without covering memo.

on December 4, 1952.

DEC 14. - HUSSEINI told Fryer it would soon be forwarded to Fin Min. (Lsj)

This background prepared at request of Dr. Stratton -(His Memo. for files on Riyadh Visit December 12 and 13 by Stratton & Fryer states that Minister of Finance expressed his desire to sign the Rural Community Development Project Agreement and seemed irked that the Agreement was not there in Riyadh so he could sign it at that time. The English version of the agreement was transmitted to SAG through our Liaison Officer on November 20.)

Jida

Date: Dec 14 1952

TO

FOR

X

Stratton

X

Action & show to Fryer

Signature

Initials of Approval

Information

Further instructions

Read - see me

Investigate -
report to me

Prepare reply

Circulate to mem-
bers of your group

File

COMMENTS:

Diana George submits background information as you wished on RURAL COMMUNITY DEVELOPMENT PROJECT AGREEMENT. Surprising that MinFin had no copy, since we were presented with Arabic translation on December 4.

Now Signed
MS

FROM: _____